

**STATE OF CALIFORNIA  
DEPARTMENT OF INSURANCE**  
300 Capitol Mall, 17th Floor  
Sacramento, CA 95814

**REG-2007-00049**

**March 12, 2008**

**FINAL STATEMENT OF REASONS**

**California Code of Regulations, Title 10, Chapter 5, Subchapter 7.7, Sections  
2697.6(e) and 2697.61**

**UPDATE OF INITIAL STATEMENT OF REASONS**

The Initial Statement of Reasons included in this rulemaking file continues to fully and accurately reflect the views of the Department of Insurance. Therefore, it is incorporated herein by this reference.

**LOCAL MANDATE DETERMINATION**

The proposed regulation does not impose any mandate on local agencies or school districts.

**ALTERNATIVES DETERMINATION**

The Commissioner has determined that no alternative would be more effective in carrying out the purpose for which this regulation is proposed or would be as effective and less burdensome to affected private persons than the proposed regulation.

**SUMMARY OF AND RESPONSE TO PUBLIC COMMENT**

The Commissioner's summary of and response to the public comment is separately included in this rulemaking file and incorporated herein by this reference.